COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

TARIFF FILING OF NOLIN RURAL)
ELECTRIC COOPERATIVE CORPORATION) CASE NO. 8301
REVISING BUDGET BILLING PLAN)

O R D E R

On July 15, 1981, Nolin Rural Electric Cooperative Corporation ("Nolin") made a tariff filing with the Commission. In the tariff filing, Nolin proposed to change its budget billing plan from a fixed payment to a variable payment format. A public hearing was held November 19, 1981, with no intervening parties.

On December 30, 1981, the Commission entered an Order denying Nolin's variable budget payment proposal. Subsequently, on January 18, 1982, Nolin filed a petition for reconsideration. Upon reconsideration the Commission is of the opinion and finds that:

- 1. Under Nolin's fixed budget payment plan consumers may enroll only during the month of July. The variable budget payment plan offers the advantage that consumers may enroll at any time during the year.
- 2. Under Nolin's fixed budget payment plan an end-ofyear budget reconciliation bill is issued. The variable budget

payment plan provides for continuous billing, eliminating an endof-year budget reconciliation.

- 3. The variable budget payment plan is based on a moving average of a customer's previous 12 months' usage of electricity. It thus reflects increases or decreases in a customer's usage.
- 4. The variable budget payment plan offers Nolin economic and administrative advantages through the use of an automated billing system.

IT IS THERFORE ORDERED that Nolin's proposal to implement a variable budget payment plan be and it is hereby approved.

IT IS FURTHER ORDERED that within 30 days from the date of this Order Nolin shall file revised tariff sheets with the Commission stating the terms and conditions of its variable budget payment plan.

IT IS FURTHER ORDERED that all provisions of the Commission's Order entered December 30, 1981 in conflict with the provisions herein be and they hereby are rescinded.

Done at Frankfort, Kentucky, this 8th day of February, 1982.

Chairman

Katherine Bankall

Vice Chairman

Limi Carregue

Commissioner

PUBLIC SERVICE COMMISSION

ATTEST:

Secretary